

EXHIBIT B

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FILED

06 DEC - 8 PM 3:41
CLERK US DISTRICT COURT
NORTHERN DISTRICT OF CALIFORNIA

1 CHARLES F. PREUSS (State Bar No. 45783)
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5 Attorneys for Defendants
6 ORTHO-MCNEIL PHARMACEUTICAL, INC.
and MCKESSON CORPORATION

7
8 UNITED STATES DISTRICT COURT
9 NORTHERN DISTRICT OF CALIFORNIA

10 SAN FRANCISCO DIVISION

11 THERESA ABEL, an individual; LISA C Case No. C 06 7551
12 ALEXANDER, an individual; LISA
ALEXANDER, an individual; NATALIE
AMBROSE, an individual; NAOMI
ANDERSON, an individual; RONNIE
BANKS, an individual; JENNIFER
BARNES, an individual; SHANANE
BARROW, an individual; ANDREA
BREVARD, an individual; MONICA
BROWN, an individual; ELIZABETH
BROXTERMAN, an individual; REGIN
BRYANT, an individual; LAUREN
BUCHANON, an individual; LINDA
CHAMPION, an individual; O'NESCIAN
CLINTON, an individual; RODRINA
COLLIER, an individual; DENA COMER,
an individual; LORI CROSS, an individual;
KIMBERLY EARLES, an individual;
AFRIEL FIELDER, an individual; MARY
FREY, an individual; SHERRIE GROVE,
an individual; HOLLY HALE, an
individual; AUDRETTA HARRISON, an
individual; TANESHA KING, an
individual; VERONICA LIPSCOMB, an
individual; LYNNELL LUMPKINS, an
individual; GABRIELA MENA, an
individual; EBONI MITCHELL, an
individual; ROCHELLE MORRIS, an
individual; LATANGELA NEWSOME, an
individual; DESHA NICKERSON, an
individual; SANDRA NORMAN, an
individual; ISABELLA PARKER, an
individual; SUZETTE RAMIREZ, an
individual; MONIQUE REED, an

DECLARATION OF GREG YONKO IN
SUPPORT OF NOTICE OF REMOVAL
AND REMOVAL OF ACTION UNDER
28 U.S.C. § 1441(b) [DIVERSITY]

SBA

COPY

Drinker Biddle & Reath LLP
50 Fremont Street, 20th Floor
San Francisco, CA 94105

37737641

DECLARATION OF GREG YONKO IN SUPPORT OF NOTICE OF REMOVAL AND REMOVAL CASE NO.

1 individual; GENEVIEVE RENFRO, an
2 individual; JENNIFER ROUSE, an
3 individual; ELIZABETH SMITH, an
4 individual; TJIUANA STEWART-MARK,
an individual; LATOSHA UNDERWOOD,
an individual; COSONDA WEAVER, an
individual; SAMANTHA WINCHESTER,
an individual;

5 Plaintiffs,

6 v.
7 ORTHO-MCNELL PHARMACEUTICAL,
8 INC., a Delaware Corporation;
9 MCKESSON CORP. and DOES 1-500,
inclusive,

10 Defendants.

11 I, GREG YONKO, declare:

12 1. I am Senior Vice President - Purchasing for McKesson Corporation
("McKesson"). I make this Declaration based on my personal knowledge and/or
13 information assembled by employees of McKesson, which I am informed and believe to
be true. I would and could competently testify to the matters stated in this Declaration if
14 called as a witness.

15 2. McKesson was and is a Delaware corporation, with its principal place of
business in San Francisco, California.

16 3. McKesson was served with the Summons and Complaint in this action on
November 15, 2006.

17 4. McKesson consents to the removal of this action.

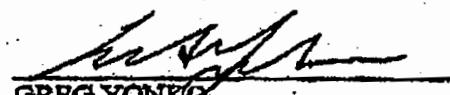
18 5. McKesson had no involvement in the development or preparation of the
prescribing information for Ortho Evra® and did not have any responsibility for the
19 content of other written warnings concerning Ortho Evra®.

20 6. At no time has McKesson had any involvement with the manufacture,
development, or testing of Ortho Evra®.

21 7. At no time has McKesson had any involvement with the packaging.

1 labeling, advertising, promotion, or marketing of Ortho Evra®.

2 I declare under penalty of perjury under the laws of the United States of America that
3 the foregoing is true and correct. Executed on December 2 2006, in San Francisco,
4 California.

5 
6 GREG YONKO

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DRAKE REED & PARTNERS
60 Fremont Street, 20th Floor
San Francisco, CA 94105

DECLARATION OF GREG YONKO IN SUPPORT OF NOTICE OF REMOVAL AND REMOVAL CASE NO.

EXHIBIT C

FILED
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NOV 27 2002

COURT OF FEDERAL CLAIMS
BY: WESTERN DISTRICT OF WASHINGTON COURT

UNITED STATES DISTRICT COURT
WESTERN DISTRICT OF WASHINGTON
AT SEATTLE

IN RE: PHENYLPROPANOLOLAMINE
(PPA) PRODUCTS LIABILITY
LITIGATION.

MDL NO. 1407

ORDER DENYING PLAINTIFF'S
MOTION TO REMAND

This document relates to:

barnett, et al. v. American
Home Products Corp., et al.
No. C02-423R

THIS MATTER comes before the court on the motion of plaintiffs to remand the case to state court in Mississippi. Having reviewed the papers filed in support of and in opposition to this motion, the court rules as follows:

I. BACKGROUND

Plaintiffs purchased a variety of over-the-counter drugs including, but not limited to, products sold under the trade names "Robitussin," "Alka-Seltzer Plus," "Dimetapp," "Tylenol D," "BC," "Triaminic," "Contac," "Comtrex," and "Equate-Tussin CF." All of these products contained the ingredient phenylpropanolamine ("PPA"). The individual later consumed the medication and suffered unidentified types of injuries. In June 2001, plaintiffs filed an amended complaint in Mississippi state court linking the PPA in the medicine with the injuries sustained.

ORDER
Page - 1 -



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The complaint alleges numerous causes of action against both manufacturers and distributors of PPA-containing products, as well as several retail stores that sold those products. One of the stores named as a defendant, Bill's Dollar Stores, Inc., d/b/a Bill's Dollar Store ("Bill's Dollar Store"), is a Mississippi corporation. Two of the six total plaintiffs purchased PPA-containing products from Bill's Dollar Store.¹

Defendants removed the complaint to federal court alleging that plaintiffs fraudulently joined Bill's Dollar Store. Plaintiffs moved to remand to state court. The case was later transferred to this court as part of a multi-district litigation ("MDL").

II. ANALYSIS

14. A plaintiff cannot defeat federal jurisdiction by fraudu-
15. lently joining a non-diverse party. As an MDL court sitting in
16. the Ninth Circuit, this court applies the Ninth Circuit's fraudu-
17. lent joinder standard to the motion to remand. See, e.g., *In re*
18. Diet Drugs Prods. Litig., 220 F. Supp. 2d 614, 623 (E.D.
19. Pa. 2002); *In re Bridgestone/Firestone*, 204 F. Supp. 2d 1149,
20. 1182 n.2 (S.D. Ind. 2002); *In re Tobacco/Gov'tal Health Care*
21. Costs Litig., 100 F. Supp. 2d 31, 34 n.1 (D. D.C. 2000); *In re*

23 Defendants assert the misjoinder of these plaintiffs' claims and request that the court sever and deny demand as to the
24 four plaintiffs who did not purchase any products from Bill's
25 Dollar Store, or from any other Mississippi store. However,
26 because, as discussed below, the court denies demand as to all plaintiffs named in this action, the court need not address the question of misjoinder at this time.

ORDER

Page - 2 -

1 Ford Motor Co. v. Bronco II Prods. Litig., Minn. 991, 1996 U.S.
2 Dist. LEXIS 6769, at *2-4 (S.D. Ia. May 16, 1996).² Under this
3 standard, joinder of a non-diverse party is deemed fraudulent
4 "[i]f the plaintiff fails to state a cause of action against a
5 resident defendant, and the failure is obvious according to the
6 settled rules of the state."³ Morris v. Princess Cruises, Inc.,
7 236 F.3d 1061, 1067 (9th Cir. 2001) (quoting Hochbe v. General
8 Funds Corp., 611 F.2d 1336, 1339 (9th Cir. 1987)).⁴

9 The propriety of removal to federal court is determined from
10 the allegations in the complaint at the time of removal. See
11 Ritchey v. Upjohn Drug Co., 139 F.3d 1313, 1318 (9th Cir. 1998).
12 However, in the case of fraudulent joinder, the defendant "is
13 entitled to present the facts showing the joinder to be fraudu-
14 lent."⁵ Id. (quoting McCabe, 611 F.2d at 1339). See also Morris
15

16 ²See generally Menowitz v. Brown, 991 F.2d 36, 40-41 (2d
17 Cir. 1993); In re Korean Air Lines Disaster, 629 F.2d 1171, 1174-
76 (D.C. Cir. 1987).

18 ³However, as a practical matter, application of the Fifth
19 Circuit's fraudulent joinder standard would not alter the court's
20 conclusion. See Bardon v. RWR Nabisco, Inc., 224 F.3d 382, 393
(5th Cir. 2000) (remand is denied where there is "no reasonable
21 basis for predicting that plaintiffs might establish liability
22 . . . against the in-state defendants."); for example, recent N.D.
23 courts utilized fraudulent joinder standards similar, and in one
24 case identical, to the Fifth Circuit's standard in deeming
25 Mississippi pharmacies and their employees fraudulently joined
26 for reasons similar to those expressed in this opinion. See In
re Diet Drugs Prods. Litig., 229 F. Supp. 2d at 423-24
(noting that there had been "a pattern of pharmacies being named
in complaints, but never pursued to judgment, typically being
voluntarily dismissed at some point after the defendants' ability
to remove the case has expired"); In re Rezulin Prods. Litig.,
133 F. Supp. 2d 272, 279 & n.3, 238-32 (S.D.N.Y. 2001).

ORDER
Page - 3 -

1 235 F.3d at 1067-68 (citing Cavallini v. State Farm Mut. Auto.
2 Ins. Co., 44 F.3d 256, 263 (5th Cir. 1995) for the proposition
3 that the court may "pierce[e] the pleadings" and consider
4 "summary judgment-type evidence.")

5 Defendants allege that plaintiffs fraudulently joined Bill's
6 Dollar Store, while plaintiffs claim the existence of legitimate
7 causes of action against Bill's Dollar Store, including products
8 liability, negligence, misrepresentation, and implied warranty
9 claims. The parties also argue as to the relevance of a bank-
10 ruptcy petition filed by Bill's Dollar Store prior to the filing
11 of this suit.

12 A. Products Liability

13 The complaint contains failure to warn and design defect
14 allegations pursuant to the Mississippi Products Liability Act.
15 Miss. Code Ann. § 11-1-63. Under the Products Liability Act,
16 plaintiff must show that at the time the product left the control
17 of the manufacturer or seller, it was defective in failing to
18 contain adequate warnings or instructions, and/or was designed in
19 a defective manner. Miss. Code Ann. § 11-1-63 (a)(1)(2)-(3).
20 Plaintiff must also show that the manufacturers and sellers knew,
21 or in light of reasonably available knowledge or the exercise of
22 reasonable care should have known, about the danger that caused
23 the alleged damage. Miss. Code Ann. § 11-1-63 (c)(1), (e)(1).

24
25 See Bledsoe Buff v. Shopsmith, Inc., 785 So.2d 383, 387 (Miss.
26 2001) ("With the adoption of 11-1-63, common law strict liability,
as laid out in State Stove Mfg. Co. v. Hodges, 189 So.2d 113

ORDER

Page - 4 -

1 Plaintiffs allege in the complaint that "defendants" or "all
2 defendants" knew or should have known of dangers associated with
3 PPA. Moreover, plaintiffs specifically aver this knowledge or
4 reason to know on the part of the retailer defendants, including
5 Bill's Dollar Store. However, the court finds that no factual
6 basis can be drawn from the complaint that Bill's Dollar Store
7 had knowledge or reason to know of any dangers allegedly associ-
8 ated with PPA.

9 First, the complaint utilizes the plural "defendants" in a
10 number of allegations that one could not reasonably interpret to
11 include Bill's Dollar Store. See, e.g., Louis v. Hyatt-Averat,
12 Pharm., Inc., No. 5:00CV102LN, slip op. at 5-9 (S.D. Miss. Sep.
13 25, 2000) (finding products liability allegations lodged against
14 "defendants" conclusory where there was no factual support for
15 conclusion that Mississippi pharmacies had knowledge or reason to
16 know of alleged dangers associated with various diet drugs).¹

17 _____
18 (Miss. 1966), is no longer the authority on the necessary
elements of a products liability action.²

19 See also In re Diet Drugs Prod. Litig., 220 F. Supp.
20 2d at 424 (finding complaints, including failure to warn,
negligence, breach of warranty, and strict liability claims,
"lacked specificity" against Mississippi pharmacies and
"filled instead with general statements levied against all
defendants, which most properly can be read as stating claims
against drug manufacturers."); In re Berulin Products Litig.,
21 133 F. Supp. 2d at 291 (finding improper joinder in case
where Mississippi pharmacies were lumped in with manufacturers
and acts alleged, including failure to warn, breach of warranty,
and fraud, were attributed to "'defendants' generally", but
never connected to the pharmacies); accord Badon, 224 F.3d at
22 391-93 ("While the amended complaint does often use the word
23

ORDER

Page - 5 -

1 For example, the complaint describes "defendants" as members of
2 the Non-Prescription Drug Manufacturers Association ("NPDMA").
3 Through this association, "defendants" purportedly participated
4 in numerous discussions relating to the safety of PPA over the
5 past two decades, had representatives sit on the NPDMA PPA Task
6 Force, and funded relevant studies. In other words, plaintiffs,
7 in significant part, demonstrate "defendants'" knowledge as to
8 risks allegedly posed by PPA through activities engaged in by
9 manufacturer defendants alone.

10 Indeed, while "defendants" are alleged to have been aware of
11 to have had responsibility for awareness of numerous scientific
12 journal articles, incident reports, medical textbooks, and other
13 reports containing information as to risks of PPA consumption,
14 general medical practitioners are excluded from this awareness
15 and described as being not "fully informed." The complaint
16 supplies no factual support for a conclusion that a dollar store
17 possessed medical and scientific knowledge beyond that possessed
18 by medical practitioners.

19 Second, the complaint specifically lays the responsibility
20 for allegedly concealing dangers posed by PPA on the manufacturer
21 defendants. For example, the complaint alleges that the manufacturer
22 defendants concealed material facts regarding PPA through
23 product packaging, labeling, advertising, promotional campaigns
24

25 "defendants," frequently it is evident that such usage could not
26 be referring to the "Tobacco Wholesalers"; finding conspiracy
allegations against Louisiana defendants entirely general).

ORDER

Page - 6 -

1 and materials, and other methods. This allegation directly
2 undermines and contradicts the idea that Bill's Dollar Store had
3 knowledge or reason to know of alleged defects. See, e.g.,
4 *Louis*, slip op. at 4-5 (finding complaint's "major theme" to
5 consist of the "manufacturers' intentional concealment of the
6 true risks of the drug(s), coupled with dissemination through
7 various media of false and misleading information of the safety
8 of the drug(s) at issue, [which belied] any suggestion of knowl-
9 edge, or reason to know by [the] resident defendants."); cf. In re
10 Rezulin Products Litig., 133 F. Supp. 2d 272, 290 (S.D.N.Y.
11 2001) (finding Mississippi pharmacies facing failure to warn
12 claims fraudulently joined where "the theory underlying the
13 complaints [was] that the manufacturer defendants hid the dangers
14 of Rezulin from plaintiffs, the public, physicians, distributors
15 and pharmacists -- indeed from everyone.")

16 In sum, the court concludes that one could not reasonably
17 read the complaint to support the idea that the retailer defen-
18 dants had knowledge or reason to know of any dangers allegedly
19 associated with PPA. Indeed, reading the complaint as a whole,
20 this allegation reveals itself as directed towards the manufac-
21 turer defendants alone. As such, the court finds that plaintiff
22 fail to state a products liability cause of action against Bill's
23 Dollar Store.⁶

24
25 ⁶ The complaint once alludes to an "alternative" breach of
26 express warranty claim under the Products Liability Act. See
Miss. Code Ann. § 11-1-63 (a)-(f) (requiring a showing that the

1 B. Negligence and Misrepresentation

2 The complaint alleges negligence and misrepresentation by
3 Bill's Dollar Store. A negligence cause of action also requires
4 a showing of knowledge or reason to know on the part of the
5 seller, Hab. & C. R. Clinton Constr. Co. v. Bryant & Reaves,
6 Inq., 442 F. Supp. 835, 851 (N.D. Miss. 1977) ("The rule is well
7 settled that in order to fasten liability upon a party for
8 negligence, it must be shown by a preponderance of the evidence
9 that he knew or through the exercise of reasonable care should
10 have known that his selection of a [product] would cause damage
11 to his customer.");¹ A misrepresentation cause of action requires

12 _____
13 seller breached an express warranty or failed to conform to other
14 express factual representations upon which the plaintiff relied).
15 However, the products liability allegations go on to touch solely
16 upon failure to warn and design defect claims. Because the
17 complaint lacks any factual basis for support of a breach of
18 express warranty claim against Bill's Dollar Store, the court
19 also finds this bare allegation insufficient to support remand.

20 ¹Accord Louis, slip op. at 3-4 & n.3 ("[K]nowledge, or a
21 reason to know, is also a necessary requisite for any claim of
22 failure to warn or negligence that a plaintiff might undertake to
23 assert extraneous to a claim under the Products Liability Act
24 itself (assuming solely for the sake of argument that such a
25 claim could exist)."); Cadillacs Corp. v. Moore, 320 So.2d 361,
365 (Miss. 1975) (discussing negligence in "vendor/purchaser"
context and stating that "fault on the part of a defendant so as
to render him liable is to be found in action or nonaction,
accompanied by knowledge, actual or implied, of the probable
result of his conduct."); G.F. Moore v. Memorial Hosp. of
Gulfport, 325 So.2d 658, 664-66 (Miss., 2002) (extending "learned
intermediary" doctrine to pharmacists in case involving
prescription drug, and holding no actionable negligence claim
could exist against a pharmacy unless a plaintiff indisputably
informed the pharmacy of health problems which contraindicated
the use of the drug in question, or the pharmacist filled

1 plaintiff to show;

2 (1) a representation; (2) its falsity; (3) its materiality; (4) the speaker's knowledge of its falsity or
3 ignorance of its truth; (5) the speaker's intent that
4 the representation should be acted upon by the hearer
and in the manner reasonably contemplated; (6) the
5 hearer's ignorance of its falsity; (7) the hearer's
reliance on its truth; (8) the hearer's right to rely
thereon; and (9) the hearer's consequent and proximate
6 injury.

7 Johnson v. Farke-Davis, 114 F. Supp. 2d 522, 525 (S.D. Miss.
8 2000) (citing Allen v. Mac Tools, Inc., 671 So.2d 636, 642 (Miss.
9 1996)).

10 Again, the court finds that the general and contradictory
11 allegations in the complaint do not support the existence of any
12 knowledge or reason to know on the part of Bill's Dollar Store to
13 support a negligence cause of action. The court finds the
14 complaint similarly bereft of any factual support for the idea
15 that Bill's Dollar Store made any misrepresentations whatsoever
16 to plaintiffs regarding the PPA-containing products. See, e.g.,
17 Johnson, 114 F. Supp. 2d at 525 ("Suffice it to say that Plaintiff
18 have no prob[...] that any of the named [Mississippi]
19 representatives made any representations directly to any of the
20 plaintiffs. Thus, none of the Plaintiff was the 'hearer' of any
21 of the sales representatives' alleged misrepresentations.");
22 finding plaintiffs had no cause of action for misrepresentation).
23 Instead, as discussed above, the complaint attributes this
24

25 prescriptions in quantities inconsistent with the recommended
26 dosage guidelines).

ORDER

Page - 9

1 behavior to the manufacturing defendants alone. As such, the
2 court also finds that plaintiffs fail to state negligence and
3 misrepresentation causes of action against Bill's Dollar Store.

4 C. Implied Warranty

5 The complaint also alleges that Bill's Dollar Store breached
6 implied warranties of merchantability and fitness for particular
7 purpose. See Miss. Code Ann. § 75-2-314, 315. The complaint
8 accuses "defendants" of breaching the implied warranty of mer-
9 chantability in failing to adequately label containers and
10 packages containing PPA, and because the products sold failed to
11 conform to promises or affirmations of facts made on the contain-
12 ers or labels. See Miss. Code Ann. § 75-2-314 (2)(a)-(c). The
13 complaint accuses both manufacturers and sellers of breaching the
14 implied warranty of fitness for particular purpose where they had
15 reason to know of the particular use of the products, and the
16 purchasers relied on the sellers' skill or judgment in selecting
17 and furnishing suitable and safe products. See Miss. Code Ann. §
18 75-2-315.

19 In order to recover for breach of implied warranty, a buyer
20 "must within a reasonable time after he discovers or should have
21 discovered any breach notify the seller of breach or be barred
22 from any remedy." Miss. Code Ann. § 75-2-607 (3)(a); accord C.R.
23 Daniels, Inc. v. Tatco Mfg. Co., 661 F. Supp. 205, 210-11 (S.D.
24 Miss. 1986); Gast v. Rogers-Dinous Chevrolet, 585 So. 2d 725,
25 730-31 (Miss. 1991). Here, the complaint contains no indication
26 that plaintiffs provided Bill's Dollar Store with any notice as

ORDER

Page - 10 -

1 to an alleged breach of warranty prior to the institution of this
2 lawsuit.

3 Additionally, with respect to the merchantability claim, the
4 complaint contains no factual support for a conclusion that
5 Bill's Dollar Store was in any way involved with the labeling
6 and/or packaging of the products at issue. Instead, the com-
7 plaint alleges that the manufacturer defendants concealed mate-
8 rial facts regarding PPA through product packaging and labeling.

9 The court likewise finds plaintiffs' fitness for particular
10 purpose allegation insufficient. "Mississippi does not recognize
11 an implied warranty of fitness for a particular purpose when the
12 good is purchased for the ordinary purpose of a good of that
13 kind." *Farris v. Coleman Co.*, 121 F. Supp. 2d 1014; 1018 (N.D.
14 Miss. 2000) (fitness for particular purpose claim failed where
15 plaintiff purchased cooler to keep food and beverages cold - the
16 ordinary purpose for which a cooler is used). Here, plaintiffs
17 attested that they purchased PPA-containing products to remedy
18 their "cold, flu, sinus and/or allergy symptoms" - the ordinary
19 purpose of these medications.

20 Therefore, for the reasons stated above, the court finds
21 that plaintiffs fail to state implied warranty causes of action
22 against Bill's Dollar Store.

23 D. Bankruptcy

24 Bill's Dollar Store filed a bankruptcy petition in February
25 2001, several months prior to the filing of plaintiffs' com-
26 plaint. The filing of the bankruptcy petition operates as a stay

1 on judicial or other proceedings brought against Bill's Dollar
2 store that were or could have commenced prior to the commencement
3 of the bankruptcy proceeding. See 11 U.S.C. § 362(a); In re
4 Cajun Elec. Power Co.-On, Inc., 185 F.3d 446, 457 (5th Cir. 1999).

5 Plaintiffs argue that the automatic stay poses no barrier to
6 relief given that they were unaware of the bankruptcy petition at
7 the time they filed their complaint, and because they anticipate
8 that the Bankruptcy Court will agree to their pending request to
9 lift the stay. However, whether or not plaintiffs knew of the
10 petition and whether or not the stay may later be lifted, the
11 fact remains that, at the time plaintiffs filed their complaint,
12 the stay operated to prohibit their lawsuit. As noted above, the
13 court determines jurisdiction based on the claims as stated at
14 the time of removal. As such, the court finds the existence of
15 the stay at the time of filing serves as an additional reason to
16 deny removal of this matter to state court. Cf. Ritchey, 139 F.3d
17 at 1319-20 (denying removal where the statute of limitations had
18 expired at the time plaintiff filed the complaint).*

19 III. CONCLUSION

20 The court concludes that plaintiffs fail to state a cause of
21 action against the only non-diverse defendant, and that the

22 _____
23 *Unlike in a number of other cases transferred to this MDL,
24 the defendants here did not supply the court with any summary
25 judgment-type evidence to establish the retailer defendant's
fraudulent joinder. However, the court nonetheless finds that a
plain reading of the complaint does not slip a conclusion that
plaintiffs state a cause of action against Bill's Dollar Store.
26

1 failure is obvious according to the settled rules of Mississippi.
2 As such, the court finds Bill's Dollar Store fraudulently joined,
3 and DENIES plaintiff's motion to remand the case to the state
4 courts of Mississippi.

5 DATED at Seattle, Washington this 26th day of November,
6 2002.


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8 BARBARA JACOBS ROTHSTEIN
9 UNITED STATES DISTRICT JUDGE
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ORDER
Page - 13 -

EXHIBIT D

KAYE SCHOLER LLP

23 APR 28 2003

UNIVERSITY DISTRICT OF CALIFORNIA
DEPT 117

UNITED STATES DISTRICT COURT
CENTRAL DISTRICT OF CALIFORNIA
WESTERN DIVISION

In re REZULIN LITIGATION

CASE NO. CV 03-1647-R(RZD)

10 JACKIE BARLOW; CARMA DEKOVEN;
11 ERNESTINE DELAFONT; ZOE EGGER;
12 MUKARVITZ; and SAMUEL
13 GODBOULD.

Plaintiffs,

14 v.
15 WARNER-LAMBERT CO.; PFIZER INC.;
16 JERROLD OLEFSKY; McKesson Corp.,
et al.

Defendants.

[PROPOSED] ORDER
DENYING PLAINTIFFS'
MOTION FOR REMAND

17 Defendants removed this action from state court to this Court alleging diversity
18 jurisdiction. Defendants asserted that Jerrold Olefsky and McKesson Corp., both of
19 whom are California residents, were fraudulently joined. Plaintiffs moved to remand
20 to state court. The motions came on for hearing by the Court on April 21, 2003.
21

22 Having considered the motions and other documents in support of and in
23 opposition to the motions, having heard the arguments of counsel, and being fully
24 advised in the matter, the Court denies the motion.

25 The Court finds that Dr. Jerrold Olefsky ("Dr. Olefsky"), a patent-holder and
26 clinical investigator, owed no legal duty to any of the plaintiffs, and, therefore, there
27 is no possibility that the plaintiffs can prove a cause of action against Dr. Olefsky.
28 Thus, Dr. Olefsky must be disregarded for purposes of determining federal diversity

1
CV 03-1647-R(RZD)

[PROPOSED] ORDER

1 jurisdiction.

2 The Court further finds that there is no possibility that plaintiffs could prove a
3 cause of action against McKesson, an entity which distributed this FDA-approved
4 medication to pharmacists in California. Pursuant to comment k of the Restatement
5 (Second) of Torts Section 402A and California law following comment k, a
6 distributor of a prescription drug is not subject to strict liability.

7 Accordingly, this Court has diversity jurisdiction over each of these actions.
8 The motion to remand is denied.

9 **IT IS SO ORDERED.**

10 Dated: April 28, 2003

11 **MANUEL L. REAL**

12 **MANUEL L. REAL**
13 **UNITED STATES DISTRICT JUDGE**

14 Submitted by:

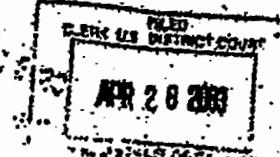
15 O'DONNELL & SHAEFFER LLP
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20 By: Robert Barnes
21 Robert Barnes
22 Attorneys for Defendants
23 WARNER-LAMBERT COMPANY and PRIZER INC.

EXHIBIT E

KAYE SCHOLER LLP



UNITED STATES DISTRICT COURT
CENTRAL DISTRICT OF CALIFORNIA
WESTERN DIVISION.

10 re REZULIN LITIGATION

CASE NO. CV 03-1543-R(RZK)

**DEPROCESSED ORDER
DENYING PLAINTIFFS'
MOTION FOR REMAND**

11 DIANE SKINNER, and DIANE YBARRA,
12 Plaintiffs,

13 WARNER-LAMBERT CO., PFIZER INC.,
14 JERROLD OLEFSKY, McKESSON CORP.,
15 et al.

16 Defendants.

17 Defendants removed this action from state court to this Court alleging diversity
18 jurisdiction. Defendants asserted that Jerrold Olefsky and McKesson Corp., both of
19 whom are California residents, were fraudulently joined. Plaintiffs moved to remand
20 to state court. The motions came on for hearing by the Court on April 21, 2003.

21 Having considered the motions and other documents in support of and in
22 opposition to the motions, having heard the arguments of counsel, and being fully
23 advised in the matter, the Court denies the motion.

24 The Court finds that Dr. Jerrold Olefsky ("Dr. Olefsky"), a patent-holder and
25 clinical investigator, owed no legal duty to any of the plaintiffs, and, therefore, there
26 is no possibility that the plaintiffs can prove a cause of action against Dr. Olefsky.
27 Thus, Dr. Olefsky must be disregarded for purposes of determining federal diversity
28 jurisdiction.

The Court further finds that there is no possibility that plaintiffs could prove a cause of action against McKesson, an entity which distributed this FDA-approved medication to pharmacists in California. Pursuant to comment k of the Restatement (Second) of Torts Section 402A and California law following comment k, a distributor of a prescription drug is not subject to strict liability.

Accordingly, this Court has diversity jurisdiction over each of these actions.
The motion to remand is denied.

IT IS SO ORDERED!

Dated: April 28, 2003

MANUEL L. REAL

~~MANUEL L. REAL
UNITED STATES DISTRICT JUDGE~~

Submitted by

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210 DAY NOTE

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